

C. DUKES SCOTT
EXECUTIVE DIRECTOR

1441 Main Street, Suite 300
Columbia, SC 29201



DAN E. ARNETT
CHIEF OF STAFF

Phone: (803) 737-0800
Fax: (803) 737-0801

shudson@regstaff.sc.gov

Shannon Bowyer Hudson
Counsel for ORS

August 18, 2008

VIA E-FILING

Charles L.A. Terreni, Esquire
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Dr., Suite 100
Columbia, SC 29210

Re: Application of Jacobb Utilities, LLC for Approval of an Establishment of Water Rates and Charges and Approval of Agreement for Water Services with Pointe West, Incorporated to Serve High Pointe Development in Oconee County
Docket No.: 2008-173-W

Dear Mr. Terreni:

Enclosed please find Revised Exhibit MEF-5 to the Settlement Testimony of Elizabeth Ford. This exhibit was revised to correct a miscalculation in the "Misc. Revenue" category of \$1,650. The correct "Misc. Revenue" number is \$8,325 calculated by multiplying a one-time \$25 administrative fee per 333 units, the projected full build-out. Because this number is removed from revenues, there is no change in the operating margin. Also, to better describe the calculation, "Misc. Revenue" was re-labeled "Misc. Revenue – Customer Account Charge." Lastly, the "DHEC and Other Fees" label should have been "DHEC Safe Drinking Water Fee."

Please accept our apologies for not catching these earlier.

Sincerely,

Shannon Bowyer Hudson
Shannon Bowyer Hudson

cc: James S. Eakes, Esquire

REVISED EXHIBIT MEF-5

Scope: To calculate company's operating margin based on information provided in the application, data request response, and revised exhibits.

Revenues:

Service Revenues - Purchased Water	\$	162,577
Base Fee	\$	31,409
DHEC Safe Drinking Water Fee	\$	2,397
Misc. Revenue - Customer Account Charge	\$	<u>8,325</u>
Total Revenues Per Application	\$	204,708

Less:

Purchased Water	\$	(162,577)	
Misc. Revenue- Customer Account Charge	\$	(8,325)	
DHEC Safe Drinking Water Fee	\$	(2,397)	
			<u>\$ (173,299)</u>
Total Revenues After Adjustments	\$		31,409

Expenses:

Operations/Meter Reading/Admin	17,280	
Maintenance & Repairs	6,941	
Laboratory	1,500	
DHEC Safe Drinking Water Fee	2,397	
Gross Receipts	1,469	
Depreciation	1,500	
Purchased Water	<u>162,577</u>	
Total Expenses Per Application		193,664

Less:

Purchased Water	\$ (162,577)	
DHEC Safe Drinking Water Fee	<u>\$ (2,397)</u>	
		<u>\$ (164,974)</u>
Total Expenses After Adjustments		\$ 28,690

Net Income (Rev - Exp)	\$ 2,719
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Operating Margin (Net Income/Rev)	8.66%
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